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Richard W. Revels, Jr. rwrevels@liskow.com

August 29, 2006

Honorable James H. Welsh Commissioner of Conservation Office of Conservation P. O. Box 94275 Baton Rouge, LA 70804-4275

Re:

I Zone, Reservoir A
PIERRE PASS FIELD
Assumption Parish, Louisiana

Dear Commissioner Welsh:

Application is hereby made on behalf of **DAVIS PETROLEUM CORPORATION** for the calling of a public hearing, after legal notice, to consider evidence relative to the issuance of an order pertaining to the following matters relating to the I Zone, Reservoir A, in the Pierre Pass Field, Assumption Parish, Louisiana:

- 1. To establish rules and regulations and to create a single drilling and production unit for the exploration for and production of gas and condensate from the I Zone, Reservoir A, in the Pierre Pass Field, Assumption Parish, Louisiana, said proposed unit designated I RA SUA, as shown on the plat attached hereto and made a part hereof.
- 2. To force pool and integrate all separately owned tracts, mineral leases and other property interests within the proposed unit with each tract sharing in unit production on a surface acreage basis of participation.
- 3. To provide that any wells drilled to the I Zone, Reservoir A, should be exempt from the spacing provisions of LAC 43:XIX.1901 et seq. (Statewide Order No. 29-E).
- 4. To provide that the Commissioner of Conservation should be authorized to reclassify the reservoir by supplemental order without the necessity of a public hearing if the producing characteristics of the reservoir changes and evidence to justify such reclassification is submitted to and accepted by the Commissioner of Conservation.
 - 5. To consider such others matters as may be pertinent.

The I Zone, Reservoir A, in the Pierre Pass Field, is hereby defined as being that gas and condensate bearing zone encountered between the depths of 13,120 feet and 14,193 feet (electrical log measurements) in the Union Texas Petroleum Corporation - State Lease 3426 No. 5 Well, located in Assumption Parish, Louisiana.

Pertinent data, including well logs, may be obtained **AT THE COST OF THE REQUESTING PARTY** from David Comeaux at Leon E. Comeaux & Associates, P. O. Box 53922, Lafayette, Louisiana 70505, Telephone Number (337) 233-9839.

Pursuant to the Rules of Procedure, a pre-application conference was held on January 19, 2006, in Lafayette, Louisiana at which the parties named on the attached list were in attendance. The conference was opened by representatives of the applicant who explained the basis for the applicant's proposal. The only other party at the conference, a unitization consultant representing Williams, Inc., presented a counterplan, suggesting the reservoir extended further north. The conference was adjourned without a resolution of differences. Since the conference, the applicant has resolved differences with its only known opponent, and now proposes the compromise unit shown on the plat attached hereto and made a part hereof. The applicant has also expanded the original proposed unit interval. We are not aware of any remaining opposition.

Attached hereto and made a part hereof is a revised plat outlining the applicant's proposal, the conference attendance list and the list of the names and addresses of the Interested Owners, Represented Parties, and Interested Parties to whom a copy of this application is being mailed. Pursuant to the Revised Rules of Procedure, the list of parties is being furnished only to the Commissioner of Conservation and to the District Manager of the Lafayette District of the Office of Conservation; however, the list of parties will be furnished to any party requesting copies. A reasonable effort was made to ascertain the names and addresses of all Interested Owners, Represented Parties and Interested Parties.

Finally, enclosed is our check in the amount of \$755.00 made payable to the Office of Conservation submitted on behalf of the applicant, Davis Petroleum Corporation, representing the hearing application fee.

Very truly yours,

RWRjr/df Attachments

Richard W. Revels, Jr.

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cc: Mr. Richard Hudson, Lafayette District Office of Conservationcc: Interested Owners, Represented Parties, and Interested Parties

